[Calling from Committee - Committee of the Whole and Closed Session - Settlement of Lawsuit - AmerisourceBergen Corp., Cardinal Health, Inc., and McKesson Corp. - City to Receive \$27 Million to \$50 Million - November 2, 2021, at 3:00 p.m.]

Motion calling from the Government Audit and Oversight Committee, pursuant to
Board Rule 3.37, the proposed Ordinance (File No. 211071) endorsing settlement of the
lawsuit filed on behalf of the City and County of San Francisco and the People of the
State of California against large distributors of prescription opioids, entitled <u>The City</u>
and County of San Francisco and the People of the State of California v. Purdue
Pharma L.P., Richard S. Sackler, Jonathan D. Sackler, Mortimer D.A. Sackler, Kathe A.
Sackler, Ilene Sackler Lefcourt, Beverly Sackler, Theresa Sackler, David A. Sackler,
Trust for the Benefit of Members of the Raymond Sackler Family, Rhodes
Pharmaceuticals L.P., Cephalon, Inc., Teva Pharmaceutical Industries Ltd., Teva
Pharmaceuticals USA, Inc., Endo International Plc, Endo Health Solutions Inc., Endo
Pharmaceuticals Inc., Janssen Pharmaceuticals, Inc., Insys Therapeutics, Inc.,
Mallinckrodt Plc, Mallinckrodt LLC, Allergan Plc F/K/A Actavis Plc, Watson
Pharmaceuticals, Inc. N/K/A Actavis, Inc., Watson Laboratories, Inc., Actavis LLC,
Actavis Pharma, Inc. F/K/A/ Watson Pharma, Inc., AmerisourceBergen Corporation,
Cardinal Health, Inc., and McKesson Corporation; scheduling the Board of Supervisors
to sit as a Committee of the Whole at the meeting on November 2, 2021, at 3:00 p.m. to
hold a public hearing to consider the proposed Ordinance; and scheduling a closed
session of the Board of Supervisors at the same meeting for the purpose of conferring
with, or receiving advice from, the City Attorney regarding that existing litigation in
which the City is a plaintiff, pursuant to California Government Code, Section
54956.9(a), and San Francisco Administrative Code, Section 67.10(d)(1).

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MOVED, That under Rule 3.37 of the Board's Rules of Order, the Board hereby orders that the proposed Ordinance (File No. 211071) endorsing settlement of the lawsuit filed on behalf of the City and County of San Francisco and the People of the State of California against large distributors of prescription opioids, entitled The City and County of San Francisco and the People of the State of California v. Purdue Pharma L.P., Richard S. Sackler, Jonathan D. Sackler, Mortimer D.A. Sackler, Kathe A. Sackler, Ilene Sackler Lefcourt, Beverly Sackler, Theresa Sackler, David A. Sackler, Trust for the Benefit of Members of the Raymond Sackler Family, Rhodes Pharmaceuticals L.P., Cephalon, Inc., Teva Pharmaceutical Industries Ltd., Teva Pharmaceuticals USA, Inc., Endo International Plc, Endo Health Solutions Inc., Endo Pharmaceuticals Inc., Janssen Pharmaceuticals, Inc., Insys Therapeutics, Inc., Mallinckrodt Plc, Mallinckrodt LLC, Allergan Plc F/K/A Actavis Plc, Watson Pharmaceuticals, Inc. N/K/A Actavis, Inc., Watson Laboratories, Inc., Actavis LLC, Actavis Pharma, Inc. F/K/A/ Watson Pharma, Inc., AmerisourceBergen Corporation, Cardinal Health, Inc., and McKesson Corporation, be called from the Government Audit and Oversight Committee and be returned to the Board of Supervisors at the regular Board of Supervisors meeting on November 2, 2021; and, be it

FURTHER MOVED, That the Board of Supervisors convene as a Committee of the Whole on November 2, 2021, at 3:00 p.m., to hold a public hearing on the proposed ordinance; and, be it

FURTHER MOVED, That the Board of Supervisors convene in closed session on November 2, 2021, for the purpose of conferring with, or receiving advice from, the City Attorney regarding the existing litigation filed on December 18, 2018, in the United States District Court for the Northern District of California, Case No. 3:18-cv-7591-CRB-JSC, alleging that AmerisourceBergen Corporation, Cardinal Health, Inc., and McKesson Corporation created a public nuisance and violated the Unfair Competition Law and the False Advertising

Laws by distributing increasing large volumes of opioids in and around San Francisco despite knowledge of the growing epidemic caused by opioid misuse, and by failing to prevent and report suspicious opioid orders as required by state and federal law; California Government Code, Section 54956.9(a), and San Francisco Administrative Code, Section 67.10(d)(1), permit this closed session because discussion in open session concerning this matter would likely and unavoidably prejudice the position of the City in the existing litigation.



City and County of San Francisco Tails

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

Motion: M21-148

File Number: 211112 Date Passed: October 26, 2021

Motion calling from the Government Audit and Oversight Committee, pursuant to Board Rule 3.37, the proposed Ordinance (File No. 211071) endorsing settlement of the lawsuit filed on behalf of the City and County of San Francisco and the People of the State of California against large distributors of prescription opioids, entitled The City and County of San Francisco and the People of the State of California v. Purdue Pharma L.P., Richard S. Sackler, Jonathan D. Sackler, Mortimer D.A. Sackler, Kathe A. Sackler, Ilene Sackler Lefcourt, Beverly Sackler, Theresa Sackler, David A. Sackler, Trust for the Benefit of Members of the Raymond Sackler Family, Rhodes Pharmaceuticals L.P., Cephalon, Inc., Teva Pharmaceutical Industries Ltd., Teva Pharmaceuticals USA, Inc., Endo International Plc, Endo Health Solutions Inc., Endo Pharmaceuticals Inc., Janssen Pharmaceuticals, Inc., Insys Therapeutics, Inc., Mallinckrodt Plc, Mallinckrodt LLC, Allergan Plc F/K/A Actavis Plc, Watson Pharmaceuticals, Inc. N/K/A Actavis, Inc., Watson Laboratories, Inc., Actavis LLC, Actavis Pharma, Inc. F/K/A/ Watson Pharma, Inc., AmerisourceBergen Corporation, Cardinal Health, Inc., and McKesson Corporation; scheduling the Board of Supervisors to sit as a Committee of the Whole at the meeting on November 2, 2021, at 3:00 p.m. to hold a public hearing to consider the proposed Ordinance; and scheduling a closed session of the Board of Supervisors at the same meeting for the purpose of conferring with, or receiving advice from, the City Attorney regarding that existing litigation in which the City is a plaintiff, pursuant to California Government Code, Section 54956.9(a), and San Francisco Administrative Code, Section 67.10(d)(1).

October 26, 2021 Board of Supervisors - APPROVED

Ayes: 11 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 211112

I hereby certify that the foregoing Motion was APPROVED on 10/26/2021 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board